

DEPARTMENT OF TRANSPORTATION

M e m o r a n d u m**To:** CHAIR AND COMMISSIONERS**CTC Meeting:** March 15-16, 2006**Reference No.:** 4.5
Action Item**From:** CINDY McKIM
Chief Financial Officer**Prepared by:** Norma Ortega
Chief
Division of Budgets**Ref:** **ADOPTION OF THE 2006 AERONAUTICS ACCOUNT FUND ESTIMATE
RESOLUTION G-06-****ISSUE:**

The California Department of Transportation (Department) will be presenting the 2006 Aeronautics Account Fund Estimate (FE) to the California Transportation Commission (Commission) for adoption.

RECOMMENDATION:

The Department recommends that the Commission approve the attached resolution adopting the 2006 Aeronautics Account FE.

BACKGROUND:

The 2006 Aeronautics Account FE will cover Fiscal Years 2006-07 through 2008-09, with the 2005-06 fiscal year included as the base year (See Attachment A). The purpose of the Aeronautics Account Fund Estimate is to provide an estimate of all funds reasonably expected to be available in the account over the subsequent three-year period, and provides a basis for planning the 2006 Aeronautics Program.

The Commission adopted the set of assumptions used to build the 2006 Aeronautics Account Fund Estimate at the regularly scheduled Commission meeting on May 26, 2005, and the Draft 2006 Aeronautics Account FE was presented to the Commission at the February 2006 meeting. The Technical Advisory Committee on Aeronautics (TACA), at its February 9, 2006 meeting, recommended that the Commission adopt the 2006 Aeronautics Account FE.

Attachment

Attachment A

AERONAUTICS ACCOUNT 2006 FUND ESTIMATE (\$ in thousands)

	2005-06	2006-07	2007-08	2008-09	3-Year Total
RESOURCES					
Beginning Balance	\$1,562	\$1,659			\$1,659
Aviation Gas Excise Tax	\$4,713	\$4,356	\$4,284	\$3,987	\$12,627
Jet Fuel Excise Tax	\$2,946	\$3,070	\$3,194	\$3,318	\$9,582
Interest (SMIF)	\$225	\$221	\$221	\$221	\$663
Federal Trust Funds	\$459	\$459	\$473	\$488	\$1,420
Sale of Documents	\$5	\$5	\$5	\$5	\$16
Transfer To PTA Account	(\$30)	(\$30)	(\$30)	(\$30)	(\$90)
TOTAL RESOURCES	\$9,880	\$9,741	\$8,147	\$7,989	\$25,877
STATE OPERATIONS					
State Operations	(\$3,531)	(\$3,577)	(\$3,688)	(\$3,802)	(\$11,067)
TOTAL STATE OPERATIONS	(\$3,531)	(\$3,577)	(\$3,688)	(\$3,802)	(\$11,067)
LOCAL ASSISTANCE					
Grants to Local Agencies (Annual Credit Program)	(\$1,490)	(\$1,490)	(\$1,490)	(\$1,490)	(\$4,470)
Airport Improvement Program (AIP) Match	(\$3,200)	(\$3,300)	*	*	(\$3,300)
TOTAL LOCAL ASSISTANCE	(\$4,690)	(\$4,790)	(\$1,490)	(\$1,490)	(\$7,770)
ENDING 2005-06 BALANCE	\$1,659				
CASH AVAILABLE DURING FE PERIOD		\$1,374	\$2,969	\$2,697	\$7,040

Note: Numbers may not add due to rounding.

* AIP Match requirements for 2007-08 and 2008-09 will be determined when federal budget funding has been approved. Past action by the Commission has dictated that AIP Match be given priority for available funds.

CALIFORNIA TRANSPORTATION COMMISSION
Adoption of the 2006 Aeronautics Account Fund Estimate

Resolution G-06-__

- 1.1. WHEREAS, the Department of Transportation (Department) has prepared the Proposed 2006 Aeronautics Account Fund Estimate to present to the California Transportation Commission (Commission) for adoption; and
- 1.2. WHEREAS, the 2006 Aeronautics Account Fund Estimate is a three-year estimate of all funds reasonably expected to be available for the Aeronautics Account; and
- 1.3. WHEREAS, the 2006 Aeronautics will cover Fiscal Years 2006-07 through 2008-09, with the 2005-06 fiscal year included as the base year; and
- 1.4. WHEREAS, the Department presented, and the Commission adopted, the 2006 Aeronautics Account Fund Estimate Assumptions at the Commission's May 2005 meeting; and
- 1.5. WHEREAS, on February 2, 2006, the Department presented the results of the Draft 2006 Aeronautics Account Fund Estimate to the Commission; and
- 1.6. WHEREAS, on March 16, 2006, the Department presented to the Commission the Proposed 2006 Aeronautics Account Fund Estimate; and
- 1.7. WHEREAS, the Proposed 2006 Aeronautics Account Fund Estimate identifies approximately \$7 million over the three-year fund estimate period to be available for Federal Airport Improvement Program (AIP) matching grants, Acquisition and Development (A&D) grants, or funding for other eligible Aeronautics projects.
- 2.1. NOW THEREFORE BE IT RESOLVED that the Commission hereby adopts the 2006 Aeronautics Account Fund Estimate, as presented by the Department.